

**BEFORE THE
CALIFORNIA GAMBLING CONTROL COMMISSION**

In the Matter of: HAIG KELEGIAN, Sr., Shareholder in Ocean's 11, Inc.,
Respondent CGCC Case Number: 2006-1

STIPULATED SETTLEMENT IN LIEU OF ACCUSATION

Complainant, Executive Director of the California Gambling Control Commission (Commission), Steve Giorgi, and Respondent Haig Kelegian, Sr., hereby agree that this Stipulated Accusation and Settlement (Stipulation) will be presented to the Commission at its next regularly scheduled meeting, or as soon thereafter as the matter can be heard, as a final disposition of the violation described below:

On or about January 2004, Haig Kelegian, Sr., a shareholder in Ocean's 11, Inc., a corporation holding a state gambling license (see Business & Professions Code section 19852), transferred four hundred shares of stock in Ocean's 11, Inc. to Mark Kelegian, and four hundred shares of stock in Ocean's 11, Inc. to Haig Kelegian, Jr., without first having obtained prior approval of the transfers from the California Gambling Control Commission, as required by Business and Professions Code section 19904.

Respondent does not contest the violation alleged above and consents to pay a fine of \$2500.

Respondent states that he was of the opinion that since the transfer of shares was to two individuals who were already licensed as owners of shares of stock in Oceans 11, that prior approval was not necessary.

The parties agree that this Stipulation is not an attempt to revoke, suspend, deny, or refuse to renew the Respondent's gambling licenses.

The parties further agree that this Stipulation does not constitute a finding of unsuitability as to the Respondent, or a lack of qualification for any purpose in connection with the Gambling Control Act. The parties further agree that this Stipulation shall not serve as the sole basis for any future disciplinary action, fine, or penalty.

Respondent voluntarily waives any and all rights to contest this matter in an administrative hearing, including but not limited to the issuance and receipt of a formal accusation, and the right to appear personally and be represented by counsel at Respondent's expense in an administrative hearing, to confront and cross-examine all witnesses testifying at the hearing, to subpoena witnesses to testify at the hearing, and to either have an impartial administrative law judge present at the hearing to act as a hearing officer or to have the case heard before the Commissioners of the Commission. Respondent voluntarily waives any judicial remedies that may or may not pertain to this matter.

The parties agree that in the event the Commission refuses to accept this Stipulation, it shall become void and, within 15 business days after the Commission meeting at which this Stipulation is rejected, any payments tendered shall be returned or reimbursed to Respondent. Respondent further agrees that in the event the Commission rejects the Stipulation and an evidentiary hearing, pursuant to Business and Professions Code section 19825 or sections 19870, 19871, becomes necessary, no member of the Commission, nor the Executive Director, shall be disqualified because of prior consideration of the Stipulation.

The parties further agree should this Stipulation become void, nothing in the Stipulation, or the fact that the parties entered into the Stipulation, shall be admissible in any subsequent hearing on the merits of the violation that is the subject of the Stipulation.

STATEMENT BY RESPONDENT:

I acknowledge and agree to the above.

☐ I understand that I have the right to be represented by counsel at my own expense and have waived that right.

☒ I am represented by

RODNEY J. BLONIE

Dated:

6/19/06

Signature:

[Signature]

Printed Name and Title: _____

NOTE: If Respondent is a partnership, at least one general partner must sign.

If Respondent is a corporation, an executive officer must sign showing his/her title and affixing the corporate seal.

STATEMENT BY EXECUTIVE DIRECTOR:

I have reviewed this Stipulation and recommend its approval.

Dated:

6-21-06

Signature:

[Signature]

Steve Giorgi, Executive Director

DECISION AND ORDER OF THE COMMISSION:

The foregoing Stipulation has been adopted by a majority vote of the Commission as its final decision and order in this matter and is effective upon execution below by the Commission Chair.

IT IS SO ORDERED.

Dated:

6-22-06

Signature:

[Signature]

Dean Shelton, Commission Chair